

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2461-01
Bill No.: HB 1235
Subject: Agriculture and Animals, State Tax Commission, Taxation and Revenue -
General, Taxation and Revenue - Property
Type: Original
Date: January 7, 2002

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Counties	(Unknown)	(Unknown)	(Unknown)
Local Government	(Unknown)	(Unknown)	(Unknown)

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of State Courts Administrator** and the **Department of Revenue** assume no fiscal impact to their agencies.

Officials from the **State Tax Commission** did not respond to this proposal.

Oversight assumes there would be an unknown cost to counties if this proposal results in an increase in assessment appeals by taxpayers. Oversight also assumes there would be an unknown reduction of taxes due to the reduction of land assessed as residential for a dwelling located on agricultural or horticultural property. Since taxes for the Blind Pension Fund are only one-half of one percent of political subdivision tax collections, the effect on the Blind Pension Fund would likely be insignificant.

<u>FISCAL IMPACT - State Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
<u>Counties</u>			
<u>Cost</u> - additional assessment appeals	(Unknown)	(Unknown)	(Unknown)
<u>Cost</u> - reduced tax collections	(Unknown)	(Unknown)	(Unknown)
ESTIMATED NET EFFECT ON POLITICAL SUBDIVISIONS	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This proposal would assign the burden of proof to the assessor at any hearing or appeal regarding a residential assessment. This proposal would also limit to one acre the land assessed as residential property when a residence is located on agricultural or horticultural property.

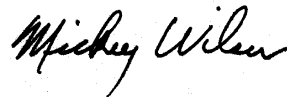
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue
Office of State Courts administrator

NOT RESPONDING

State Tax Commission



Mickey Wilson, CPA
Acting Director
January 7, 2002